

FORM 104 (10/06)

ADVERSARY PROCEEDING COVER SHEET (Instructions on Reverse)		ADVERSARY PROCEEDING NUMBER (Court Use Only)
PLAINTIFFS McCOMMAS LFG PROCESSING PARTNERS, LP et al		DEFENDANTS MMR GROUP, INC. et al
ATTORNEYS (Firm Name, Address, and Telephone No.) John C. Leininger, Sam Stricklin, Bracewell & Giuliani LLP 1445 Ross Avenue, Suite 3800, Dallas, TX 75202 - 214-758-1000		ATTORNEYS (If Known) Michael K. Hurst, Gruber Hurst Johansen & Hail LLP
PARTY (Check One Box Only) <input type="checkbox"/> Debtor <input type="checkbox"/> U.S. Trustee/Bankruptcy Admin <input type="checkbox"/> Creditor <input type="checkbox"/> Other <input checked="" type="checkbox"/> Trustee		PARTY (Check One Box Only) <input type="checkbox"/> Debtor <input type="checkbox"/> U.S. Trustee/Bankruptcy Admin <input type="checkbox"/> Creditor <input checked="" type="checkbox"/> Other <input type="checkbox"/> Trustee
CAUSE OF ACTION (WRITE A BRIEF STATEMENT OF CAUSE OF ACTION, INCLUDING ALL U.S. STATUTES INVOLVED) Removal		
NATURE OF SUIT (Number up to five (5) boxes starting with lead cause of action as 1, first alternative cause as 2, second alternative cause as 3, etc.)		
FRBP 7001(1) – Recovery of Money/Property <input type="checkbox"/> 11-Recovery of money/property - §542 turnover of property <input type="checkbox"/> 12-Recovery of money/property - §547 preference <input type="checkbox"/> 13-Recovery of money/property - §548 fraudulent transfer <input type="checkbox"/> 14-Recovery of money/property - other		FRBP 7001(6) – Dischargeability (continued) <input type="checkbox"/> 61-Dischargeability - §523(a)(5), domestic support <input type="checkbox"/> 68-Dischargeability - §523(a)(6), willful and malicious injury <input type="checkbox"/> 63-Dischargeability - §523(a)(8), student loan <input type="checkbox"/> 64-Dischargeability - §523(a)(15), divorce/sep property settlement/decrees <input type="checkbox"/> 65-Dischargeability - other
FRBP 7001(2) – Validity, Priority or Extent of Lien <input type="checkbox"/> 21-Validity, priority or extent of lien or other interest in property		FRBP 7001(7) – Injunctive Relief <input type="checkbox"/> 71-Injunctive relief – reinstatement of stay <input type="checkbox"/> 72-Injunctive relief – other
FRBP 7001(3) – Approval of Sale of Property <input type="checkbox"/> 31-Approval of sale of property of estate and of a co-owner - §363(h)		FRBP 7001(8) Subordination of Claim or Interest <input type="checkbox"/> 81-Subordination of claim or interest
FRBP 7001(4) – Objection/Revocation of Discharge <input type="checkbox"/> 41-Objection / revocation of discharge - §727(c),(d),(e)		FRBP 7001(9) Declaratory Judgment <input type="checkbox"/> 91-Declaratory judgment
FRBP 7001(5) – Revocation of Confirmation <input type="checkbox"/> 51-Revocation of confirmation		FRBP 7001(10) Determination of Removed Action <input checked="" type="checkbox"/> 01-Determination of removed claim or cause
FRBP 7001(6) – Dischargeability <input type="checkbox"/> 66-Dischargeability - §523(a)(1),(14),(14A) priority tax claims <input type="checkbox"/> 62-Dischargeability - §523(a)(2), false pretenses, false representation, actual fraud <input type="checkbox"/> 67-Dischargeability - §523(a)(4), fraud as fiduciary, embezzlement, larceny		Other <input type="checkbox"/> SS-SIPA Case – 15 U.S.C. §§78aaa <i>et seq.</i> <input type="checkbox"/> 02-Other (e.g. other actions that would have been brought in state court if unrelated to bankruptcy case)
(continued next column)		
<input checked="" type="checkbox"/> Check if this case involves a substantive issue of state law		<input type="checkbox"/> Check if this is asserted to be a class action under FRCP 23
<input type="checkbox"/> Check if a jury trial is demanded in complaint		Demand \$
Other Relief Sought		

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BANKRUPTCY CASE IN WHICH THIS ADVERSARY PROCEEDING ARISES		
NAME OF DEBTOR	McCommas LFG Processing Partners, LP	
BANKRUPTCY CASE NO. 07-32219-HDH		
DISTRICT IN WHICH CASE IS PENDING Northern District of Texas	DIVISIONAL OFFICE Dallas	NAME OF JUDGE Harlin D. Hale
RELATED ADVERSARY PROCEEDING (IF ANY)		
PLAINTIFF	DEFENDANT	ADVERSARY PROCEEDING NO.
DISTRICT IN WHICH ADVERSARY IS PENDING	DIVISIONAL OFFICE	NAME OF JUDGE
SIGNATURE OF ATTORNEY (OR PLAINTIFF) 		
DATE 8/3/07	PRINT NAME OF ATTORNEY (OR PLAINTIFF) John C. Leininger	

INSTRUCTIONS

The filing of a bankruptcy case creates an "estate" under the jurisdiction of the bankruptcy court which consists of all of the property of the debtor, wherever that property is located. Because the bankruptcy estate is so extensive and the jurisdiction of the court so broad, there may be lawsuits over the property or property rights of the estate. There also may be lawsuits concerning the debtor's discharge. If such a lawsuit is filed in a bankruptcy court, it is called an adversary proceeding.

A party filing an adversary proceeding must also complete and file Form 104, the Adversary Proceeding Cover Sheet, if it is required by the court. In some courts, the cover sheet is not required when the adversary proceeding is filed electronically through the court's Case Management/Electronic Case Files (CM/ECF) system. (CM/ECF captures the information on Form 104 as part of the filing process.) When completed, the cover sheet summarizes basic information on the adversary proceeding. The clerk of court needs the information to process the adversary proceeding and prepare required statistical reports on court activity.

The cover sheet and the information contained on it do not replace or supplement the filing and service of pleadings or other papers as required by law, the Bankruptcy Rules, or the local rules of court. The cover sheet, which is largely self-explanatory, must be completed by the plaintiff's attorney (or by the plaintiff if the plaintiff is not represented by an attorney). A separate cover sheet must be submitted to the clerk for each complaint filed.

Parties. Give the names of the parties to the adversary proceeding exactly as they appear on the complaint. Give the names and addresses of the attorneys if known.

Signature. This cover sheet must be signed by the attorney of record in the box on the second page of the form. If the plaintiff is represented by a law firm, a member of the firm must sign. If the plaintiff is pro se, that is, not presented by an attorney, the plaintiff must sign.

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Attorneys for Chapter 11 Trustee

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION

McCOMMAS LFG PROCESSING §
PARTNERS, LP, and McCOMMAS §
LANDFILL PARTNERS, LP, §
§

Plaintiffs, §
§

v. §

Adversary No. 07-_____

MMR GROUP, INC., MMR POWER §
SOLUTIONS, LLC, MMR §
CONSTRUCTORS, INC., JAMES §
"PEPPER" RUTLAND, AND J. TAYLOR §
CHEEK, Individually, §
§

Defendants. §

MMR GROUP, INC., MMR POWER §
SOLUTIONS, LLC and MMR §
CONSTRUCTORS, INC., §
§

Counter-Plaintiffs, §
§

v. §

McCOMMAS LFG PROCESSING §
PARTNERS, LP, McCOMMAS LFG §
PROCESSING MANAGEMENT, LLC, §
ES ENERGY SOLUTIONS, LP, EFO §
ENERGY, INC., EFO HOLDINGS, LP, §
EFO GENPAR, INC., McCOMMAS §
LANDFILL PARTNERS, LP, WILLIAM §
ESPING, BRIAN KUEKER, AND T. §
EDWARD McDANIEL, §

Counter-Defendants.

§
§

NOTICE OF REMOVAL

Pursuant to Rule 9027 of the Federal Rules of Bankruptcy Procedure and 28 U.S.C. §§ 1334, 1441(b) and 1452(b), William Snyder, Chapter 11 Trustee (the "Trustee") of McCommas LFG Processing Partners, LP and McCommas Landfill Partners, LP (the "Debtors"), gives notice that all claims and causes of action set forth in the matter captioned *McCommas LFG Processing Partners, LP and McCommas Landfill Partners, LP v. MMR Group, Inc., MMR Power Solutions, LLC, MMR Constructors, Inc., James "Pepper" Rutland and J. Taylor Cheek* (the "State Court Proceeding"), Cause No. 06-03542, filed in the District Court for the 68th Judicial District of Dallas County Texas (the "State Court"), are hereby removed to the United States Bankruptcy Court for the Northern District of Texas. Removal is based upon the following:

BACKGROUND

1. On April 12, 2006 the Debtors filed a petition for declaratory judgment relief (the "Petition") against MMR Group, Inc., MMR Power Solutions, LLC, MMR Constructors, Inc., James "Pepper" Rutland and J. Taylor Cheek (the "Defendants") in the State Court. The Debtors sought a declaration from the State Court that, among other things, there was no agreement or other understanding between the Debtors and Defendants with respect to the Defendants constructing a power generation facility for the Debtors. On April 23, 2006, the Debtors amended their Petition, adding an application for injunctive relief against the Defendants.¹ The Debtors requested that the Court restrain the Defendants from filing or recording any type of lien on the Debtors' property. The Defendants timely answered and filed a counterclaim against the

Debtors on June 12, 2006 which was amended on November 30, 2006. Defendants' claims against the Debtors in State Court include: foreclosure on a mechanic's and materialman's lien, breach of contract, promissory estoppel, quantum meruit, negligent misrepresentation, fraud and/or fraudulent omission, fraudulent inducement, and interception of oral and electronic communications under Texas and federal law. While extensive written discovery has been exchanged between the parties, no depositions have been taken to date. The State Court action is currently set for jury trial on January 15, 2008 before the Honorable Martin Hoffman.

2. On May 7, 2007 (the "Petition Date"), the Debtors each filed a voluntary petition for relief under chapter 11 of the Bankruptcy Code in the United States Bankruptcy Court for the Northern District of Texas, Dallas Division (the "Bankruptcy Court").

3. By order dated May 21, 2007, the Trustee was appointed as the sole chapter 11 trustee for the Debtors' bankruptcy estates.

REMOVAL AND AUTOMATIC REFERENCE

4. The claims asserted by the parties in the State Court Proceeding are related to cases under the Bankruptcy Code, namely the Debtors' cases pending before the Bankruptcy Court. The claims asserted in the State Court Proceeding are civil in nature.

5. The Petition is not pending before the United States Tax Court, and the Petition was not brought by a governmental unit to enforce such governmental unit's police or regulatory power. Therefore, the United States District Court for the Northern District of Texas, and

¹ The Debtors have since amended their Petition two more times, on May 3, 2006 and again on January 12, 2007. See Appendix.

pursuant to that Court's Miscellaneous Order No. 33(c)(1), the Bankruptcy Court has jurisdiction over the Petition pursuant to 28 U.S.C. §§ 1334 and 1452(a).

6. The Trustee believes the claims asserted in the State Court Proceeding are core proceedings within the meaning of 28 U.S.C. § 157(b). Among other things, the claims are matters concerning the administration of the Debtors' estates, involve the allowance or disallowance of claims against the Debtors' estates, and involve the adjustment of a debtor-creditor relationship. To the extent that a determination is made that any of the claims made in the State Court Proceeding are non-core but related to the Debtors' cases, the Trustee consents to the entry of final orders or a judgment by the Bankruptcy Court.

TIMELINESS OF REMOVAL

7. The State Court Proceeding commenced before the Petition Date. Accordingly, pursuant to Federal Rule of Bankruptcy Procedure 9027(a)(2)(A), the removal is timely.

MISCELLANEOUS

8. All prerequisites for removal under 28 U.S.C. § 1452, Federal Rule of Bankruptcy Procedure 9027 and any other applicable provisions of law have been met.

9. The Trustee will promptly file a true and correct copy of the Notice of Removal with the clerk of the State Court.

10. The Trustee will promptly serve a true and correct copy of this Notice of Removal upon counsel for all parties with an interest in this removed action.

11. Copies of all process and pleadings in the underlying action are attached hereto.

WHEREFORE, the Trustee hereby removes all claims and causes of action contained in the State Court Proceeding pending in the State Court to the Bankruptcy Court.

Respectfully submitted,

/s/ John C. Leininger

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CERTIFICATE OF SERVICE

I, John C. Leininger, hereby certify that a true and correct copy of the foregoing has been served First Class United States mail, postage prepaid, unless otherwise indicated on this the 3rd day of August, 2007, to the parties as set forth below.

/s/ John C. Leininger
John C. Leininger

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